STATE BONDING FUND PERFORMANCE REPORT FOR SEPTEMBER 2001

Assets as of September 30, 2001

* RATES OF TOTAL RETURN

LARGE CAP EQUITY										
LARGE CAP EQUITY Value LISV 116 2.5% 2.3% -9.12% 8.10% -0.57% 7.52% -9.12% 28.80% RUSSELL 1000 VALUE Growth Alliance Capital Alliance Capital Alliance Capital Sireet 443 9.4% 10.5% -14.88% 5.81% -11.93% -7.82% -14.68% 1-6.80% 3.60% -10.95% -1				Policy	Con 04			Dec 00		
Value LSY 116 2.5% 2.3% -9.12% 8.10% -0.57% 7.52% -9.12% 28.80% RUSSELL 1000 VALUE 111 2.4% 2.3% -10.95% 4.88% -5.86% 3.60% -10.95% 10.33% 10.33% 10.33% 11.25% 2.35% -10.95% 4.88% -5.86% 3.60% -10.95% 10.33% 10.33% 10.33% 10.03% 20.15% -17.25% -20.51% 30.23% RUSSELL 1000 GROWTH 111 2.4% 2.3% -20.51% 8.42% -20.90% -21.35% -19.41% -36.18% -15.00% -14.65% 5.81% -11.93% -7.82% -14.68% -15.00% -14.65% 5.81% -11.93% -7.82% -14.68% -15.00% -14.65% 5.85% -11.86% -7.82% -14.68% -14.65%		<u>\$(000)</u>	Alloc	Alloc	<u>Sep-01</u>	Jun-u1	<u>Mar-u1</u>	Dec-00	FYID	6/30/2001
LSV RUSSELL 1000 VALUE	LARGE CAP EQUITY									
Crowth Alliance Capital 111 2.4% 2.3% 2.051% 10.03% 20.15% 17.25% 20.51% 30.23% 20.58% 20.51% 10.03% 20.15% 17.25% 20.51% 30.23% 20.58%	Value									
Crowth Alliance Capital 111 2.4% 2.3% 20.51% 10.03% 20.15% -17.25% -20.51% -30.23% RUSSELL 1000 GROWTH 2.4% 2.3% -20.51% 8.42% 20.90% -21.35% -19.41% -30.21% RUSSELL 1000 GROWTH 2.4% -20.81% -19.41% 8.42% -20.90% -21.35% -19.41% -30.21% -20.51% -20.51% -30.21% -20.51% -20.51% -20.51% -20.51% -20.51% -20.25% -20.51% -30.23% -20.51% -20.25% -20.51% -30.23% -20.51% -20.25%	LSV	116	2.5%	2.3%	-9.12%	8.10%	-0.57%	7.52%	-9.12%	28.80%
Alliance Capital 111 2.4% 2.3% -20.51% 10.03% -20.15% -17.25% -20.51% -30.23% RUSSELL 1000 GROWTH -19.41% 8.42% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -22.50% -14.68% -15.00% -20.90% -20.82	RUSSELL 1000 VALUE				-10.95%	4.88%	-5.86%	3.60%	-10.95%	10.33%
Alliance Capital 111 2.4% 2.3% -20.51% 10.03% -20.15% -17.25% -20.51% -30.23% RUSSELL 1000 GROWTH -19.41% 8.42% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -19.41% -36.18% -20.90% -21.35% -22.50% -14.68% -15.00% -20.90% -20.82	Carrindle									
RUSSELL 1000 GROWTH		111	2 4%	2 3%	-20 51%	10 03%	-20 15%	-17 25%	-20 51%	-30 23%
Core State Street 443 9.4% 10.5% -14.68% 5.81% -11.93% -7.82% -14.68% -15.0% 88P 500 -14.68% 5.85% -11.86% -7.82% -14.68% -14.83% -14.68% 5.85% -11.86% -7.82% -14.68% -14.83% -14.68% 5.85% -11.86% -7.82% -14.68% -14.83% -14.68% 5.85% -11.86% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -7.82% -14.68% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -7.82% -14.68% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -14.68% -7.82% -14.68% -14.83% -7.82%		111	2.4 /0	2.570						
State Street Stat						****				
SEP 500 14.88% 5.85% 11.86% 7.82% -14.68% -14.83% 1.4.24% 1.4.24%										
TOTAL LARGE CAP DOM. EQUITY 670 14.2% 15.0% -14.82% 6.91% -11.64% -6.50% -14.82% -9.87% SAP 500 -7.82% -14.68% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -14.83% -7.82% -14.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82% -1.68% -7.82%		443	9.4%	10.5%						
S&P 500 SMALL CAP EQUITY SEI Investments 209	S&P 500				-14.68%	5.85%	-11.86%	-7.82%	-14.68%	-14.83%
S&P 500 SMALL CAP EQUITY SEI Investments 209	TOTAL LARGE CAP DOM. EQUITY	670	14.2%	15.0%	-14.82%	6.91%	-11.64%	-6.50%	-14.82%	-9.87%
SEI Investments				101070						
SEI Investments										
RUSSELL 2000 + 200 bp	SMALL CAP EQUITY									
RUSSELL 2000 + 200 bp										
TOTAL SMALL CAP DOM. EQUITY RUSSELL 2000		209	4.4%	5.0%						
RUSSELL 2000 -20.79% 14.29% -6.51% -6.91% -20.79% 0.57% CONVERTIBLES CONVERTIBLES CONVERTIBLES CONVERTIBLE SECURITIES INDEX CONVERTIBLE SECURITIES CONVERTIBLE SECURIT	RUSSELL 2000 + 200 pp				-20.62%	N/A	N/A	N/A	-20.62%	N/A
RUSSELL 2000 -20.79% 14.29% -6.51% -6.91% -20.79% 0.57% CONVERTIBLES CONVERTIBLES CONVERTIBLES CONVERTIBLE SECURITIES INDEX CONVERTIBLE SECURITIES CONVERT	TOTAL SMALL CAP DOM. EQUITY	209	4.4%	5.0%	-19.93%	14.24%	-9.39%	-10.36%	-19.93%	-4.21%
Trust Company of the West F.B. CONVERTIBLE SECURITIES INDEX 8. 10.0% F.B. CONVERTIBLE SECURITIES INDEX 8. 11.01% F.B. CONVERTIBLE SECURITIES INDEX 8. 10.00% F.B. CONVERTIBLE SECURITES 8. 10.00% F.B. CONVERTIBLE SECURITES 8. 10.00% F.B. CONVE			,.							
Trust Company of the West F.B. CONVERTIBLE SECURITIES INDEX 8. 10.0% F.B. CONVERTIBLE SECURITIES INDEX 8. 11.01% F.B. CONVERTIBLE SECURITIES INDEX 8. 10.00% F.B. CONVERTIBLE SECURITES 8. 10.00% F.B. CONVERTIBLE SECURITES 8. 10.00% F.B. CONVE										
F.B. CONVERTIBLE SECURITIES INDEX -11.01% 4.12% -6.24% -12.31% -11.01% -11.87% INTERNATIONAL EQUITY - Core Capital Guardian		440	0.40/	40.00/	45.00%	4 7 40/	40.440/	40.049/	45.000/	45 570/
INTERNATIONAL EQUITY - Core Capital Guardian MSCI 50% HEDGED EAFE INDEX (1) FIXED INCOME Core - Index Bank of North Dakota LB GOVT/CORP Core Bond Western Asset LB AGGREGATE 1,391 29.6% 27.5% 4.61% 29.6% 27.5% 4.61% 29.6% 27.5% 4.61% 29.6% 27.5% 4.61% 29.6% 27.5% 4.61% 29.6% 27.5% 4.61% 29.6% 2			9.4%	10.0%						
Capital Guardian 439 9.3% 10.0% -17.63% 0.94% -8.89% -7.10% -17.63% -24.42% MSCI 50% HEDGED EAFE INDEX (1) -10.41% -10.41% -10.41% -20.41% FIXED INCOME Core - Index Bank of North Dakota 1,065 22.6% 22.5% 4.93% 0.31% 3.29% 4.24% 4.93% 11.02% BGOVT/CORP -1.476% -1.18% 3.42% 4.29% 4.76% 11.13% Core Bond Western Asset 1,391 29.6% 27.5% 4.76% 1.18% 3.42% 4.29% 4.76% 12.62% LB AGGREGATE 1,391 29.6% 27.5% 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 486 10.3% 10.0% 1.00% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% 4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%	1.B. CONVERTIBLE SECONTIES INDEX	`			-11.0176	4.12/0	-0.24 /0	-12.5176	-11.01/0	-11.07 /0
MSCI 50% HEDGED EAFE INDEX (1) -16.41% -10.44% -10.44% -3.47% -16.41% -20.41% FIXED INCOME Core - Index Bank of North Dakota 1,065 22.6% 22.5% 4.93% 0.31% 3.29% 4.24% 4.93% 11.02% 11.13% Core Bond Western Asset 1,391 29.6% 27.5% 4.76% 1.18% 3.42% 4.29% 4.76% 12.62% LB AGGREGATE 1,391 29.6% 27.5% 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME LB GOVT/CORP 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 90 DAY T-BILLS TOTAL FUND 4,703 100.0% 100.0% 1.08% 1.12% 1.08% 1.12% 1.61% 1.62% 0.90% 5.85% 90 DAY T-BILLS TOTAL FUND 4,703 100.0% 100.0% 4.36% 2.76% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% -0.06% -0.06% -0.05%	INTERNATIONAL EQUITY - Core									
FIXED INCOME Core - Index Bank of North Dakota	Capital Guardian	439	9.3%	10.0%	-17.63%	0.94%	-8.89%	-7.10%	-17.63%	-24.42%
Core - Index	MSCI 50% HEDGED EAFE INDEX (1)				-16.41%	0.15%	-10.44%	-3.47%	-16.41%	-20.41%
Core - Index	FIVED INCOME									
Bank of North Dakota LB GOVT/CORP 1,065 22.6% 22.5% 4.93% 0.31% 3.29% 4.24% 4.93% 11.02% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% Core Bond Western Asset 1,391 29.6% 27.5% 4.76% 1.18% 3.42% 4.29% 4.76% 12.62% LB AGGREGATE 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 10.0%										
LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% Core Bond Western Asset 1,391 29.6% 27.5% 4.76% 1.18% 3.42% 4.29% 4.76% 12.62% LB AGGREGATE 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% 4.36% 2.76% -2.32% -1.24% 4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%		1 065	22.6%	22.5%	4 03%	0.31%	3 20%	1 21%	4 93%	11 02%
Core Bond Western Asset 1,391 29.6% 27.5% 4.76% 1.18% 3.42% 4.29% 4.76% 12.62% LB AGGREGATE 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% 4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%		1,000	22.070	22.570						
Western Asset										
LB AGGREGATE 4.61% 0.56% 3.03% 4.21% 4.61% 11.22% TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% 4.36% 2.76% -2.32% -1.24% 4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%										
TOTAL FIXED INCOME 2,456 52.2% 50.0% 4.83% 0.80% 3.36% 4.27% 4.83% 11.92% LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO 4.36% 0.06% -0.22% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%		1,391	29.6%	27.5%				,		
LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%	LB AGGREGATE				4.61%	0.56%	3.03%	4.21%	4.61%	11.22%
LB GOVT/CORP 4.76% 0.30% 3.20% 4.37% 4.76% 11.13% CASH EQUIVALENTS BND - Money Market Account 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%	TOTAL FIXED INCOME	2.456	52.2%	50.0%	4.83%	0.80%	3.36%	4.27%	4.83%	11.92%
BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND POLICY TARGET BENCHMARK 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix Active Management -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%		_,								
BND - Money Market Account 486 10.3% 10.0% 0.90% 1.00% 1.40% 1.62% 0.90% 5.85% 90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND POLICY TARGET BENCHMARK 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix Active Management -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%										
90 DAY T-BILLS 1.08% 1.12% 1.51% 1.63% 1.08% 5.90% TOTAL FUND 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%			40.00/	40.00/	0.000/	4 000/	4 400/	4 000/		- 0-0/
TOTAL FUND 4,703 100.0% 100.0% -4.36% 2.76% -2.32% -1.24% -4.36% 0.43% POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix Active Management -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%		486	10.3%	10.0%						
POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%	90 DAT T-BILLS				1.00%	1.1270	1.5176	1.03%	1.00%	5.90%
POLICY TARGET BENCHMARK -3.50% 2.28% -2.02% -0.75% -3.50% 0.44% TOTAL VALUE ADDED DUE TO Asset Mix Active Management -0.22% -0.29% -0.08% 0.06% -0.22% -0.06% -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%	TOTAL FUND	4.703	100.0%	100.0%	-4.36%	2.76%	-2.32%	-1.24%	-4.36%	0.43%
Asset Mix		.,								
Asset Mix	TOTAL VALUE ADDED DUE TO									
Active Management -0.68% 0.76% -0.22% -0.55% -0.68% 0.05%					-0.22%	-0.29%	-0.08%	0.06%	-0.22%	-0.06%
Total Value Added -0.90% 0.47% -0.30% -0.49% -0.90% -0.01%										
	Total Value Added				-0.90%	0.47%	-0.30%	-0.49%	-0.90%	-0.01%

⁽¹⁾ Prior to October 1, 2000, the benchmark for this asset class was the MSCI Unhedged EAFE Index.

^{*} NOTE: Monthly returns and market values are preliminary and subject to change. Returns are net of management fees.